

**CITY OF MILFORD, KANSAS**  
**FINANCIAL STATEMENT**  
**WITH INDEPENDENT AUDITORS' REPORT**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

# CITY OF MILFORD, KANSAS

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*Pottberg, Gassman & Hoffman, Chtd.*

## INDEPENDENT AUDITORS' REPORT

To the Mayor and City Council of the City of Milford, Kansas  
Milford, Kansas 66514

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash of the City of Milford, Kansas (City), as of and for the year ended December 31, 2015 and the related notes to the financial statement.

### *Management's Responsibility for the Financial Statement*

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note 1 to meet the financial reporting requirements of the State of Kansas; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of a financial statement that is free from material misstatement, whether due to fraud or error.

### *Auditors' Responsibility*

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the *Kansas Municipal Audit and Accounting Guide*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### *Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles*

As described in Note 1 of the financial statement, the financial statement is prepared by the City to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

***Adverse Opinion on U.S. Generally Accepted Accounting Principles***

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City as of December 31, 2015, or changes in financial position and cash flows thereof for the year then ended.

***Basis for Qualified Opinion***

The *Net Pension Liability* disclosure in Footnote 4 was obtained from the Kansas Public Employees Retirement System (KPERS) June 30, 2015 audit report. We did not perform any audit procedures on the City's proportionate share of the net pension liability. Consequently, we were unable to determine whether any adjustments to that amount were necessary.

***Opinion on Regulatory Basis of Accounting***

In our opinion, except for the possible effect of the matter described in the 'Basis for Qualified Opinion' paragraph, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City as of December 31, 2015, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

***Report on Regulatory-Required Supplementary Information***

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, schedule of regulatory basis receipts and expenditures-agency funds (Schedules 1, 2 and 3 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

The 2014 Actual column presented in the individual fund schedules of regulatory basis receipts and expenditures – actual and budget (Schedule 2 as listed in the table of contents) is also presented for comparative analysis and is not a required part of the 2014 basic financial statement upon when we rendered an unqualified opinion on August 14, 2014. The 2014 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link: <http://www.da.ks.gov/ar/muniserv/>. Such 2014 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2014 basic financial statement. The 2014 comparative information was subjected to the auditing procedures applied in the audit of the 2014 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2014 basic financial statement or to the 2014 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America.

In our opinion, the 2014 comparative information is fairly stated in all material respects in relation to the 2014 basic financial statement as a whole, on the basis of accounting described in Note 1.

*Pottberg, Gassman & Hoffman, Chtd.*

Pottberg, Gassman & Hoffman, Chartered  
Junction City, Kansas  
May 10, 2016

**CITY OF MILFORD, KANSAS**  
**SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

<u>Funds</u>	<u>Beginning Unencumbered Cash Balance</u>	<u>Prior Year Canceled Encumbrances</u>	<u>Receipts</u>	<u>Expenditures</u>	<u>Ending Unencumbered Cash Balance</u>	<u>Add Outstanding Encumbrances and Accounts Payable</u>	<u>Ending Cash Balance</u>
Governmental Type Fund:							
General Fund	\$ 367,150	\$ -	\$ 192,625	\$ 283,046	\$ 276,729	\$ 1,433	\$ 278,162
Special Purpose Funds:							
Ambulance and Firefighting	49,483	-	-	191	49,292	-	49,292
Special Highway	40,822	-	15,655	15,000	41,477	-	41,477
Parks and Recreation	26,740	-	12,035	10,718	28,057	-	28,057
Employee Benefits	68,308	-	-	11,792	56,516	-	56,516
Sewer Reserve	2,739	-	-	369	2,370	-	2,370
Water Security Deposit	4,639	-	6,700	4,909	6,430	-	6,430
Bond and Interest Fund:							
Community Building Sinking	3,994	-	-	-	3,994	-	3,994
Capital Projects Fund:							
Capital Improvements	181,101	-	48,231	147,695	81,637	-	81,637
Business Funds:							
Water Utility	150,786	-	100,517	81,778	169,525	-	169,525
Sewer Utility	184,823	-	60,900	26,970	218,753	-	218,753
Total Reporting Entity (Excluding Agency Fund)	<u>\$ 1,080,585</u>	<u>\$ -</u>	<u>\$ 436,663</u>	<u>\$ 582,468</u>	<u>\$ 934,780</u>	<u>\$ 1,433</u>	<u>\$ 936,213</u>

Composition of Cash:

Checking and Savings	\$ 380,120
Certificates of Deposit	557,060
Total Cash	937,180
Agency Fund per Schedule 3	(967)
Total Reporting Entity (Excluding Agency Fund)	<u>\$ 936,213</u>

The notes to the financial statement are an integral part of this statement.

## CITY OF MILFORD, KANSAS

### NOTES TO FINANCIAL STATEMENT DECEMBER 31, 2015

#### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

##### A. Municipality

The City of Milford, Kansas is a municipal corporation governed by an elected five-member council and mayor. The City provides the following services as authorized by its charter: public works, recreation and waterworks. This financial statement presents the City of Milford, Kansas.

The accounting and reporting policies of the City relating to the financial statement and the funds included in the accompanying regulatory-required supplementary information conform to the cash basis and budget laws of the State of Kansas. The more significant accounting policies of the City are described below.

##### B. Regulatory Basis Fund Types

The following types of funds comprise the financial activities of the City for the year of 2015:

General Fund –the chief operating fund of the City. This Fund is used to account for all resources except those required to be accounted for in another fund.

Special Purpose Funds – used to account for the proceeds of specific tax levies and other specific regulatory receipt sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

Bond and Interest Fund – used to account for the accumulation of resources, including tax levies, transfers from other funds and payment of general long-term debt.

Capital Project Fund – used to account for the debt proceeds and other financial resources to be used for acquisition or construction of major capital facilities or equipment.

Business Funds – funds financed in whole or in part by fees charged to users of the goods or services (i.e., enterprise and internal service fund, etc.).

Agency Funds – are used to report assets held by the municipal reporting entity in a purely custodial capacity (payroll clearing fund, tax collection accounts, etc.).

##### C. Regulatory Basis of Accounting

*Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America.* The Kansas Municipal Audit and Accounting Guide (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash

## CITY OF MILFORD, KANSAS

### NOTES TO FINANCIAL STATEMENT DECEMBER 31, 2015

#### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

##### C. Regulatory Basis of Accounting

value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

The City has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the City to use the regulatory basis of accounting.

##### D. Budgetary Information

The City Charter establishes the fiscal year as the twelve-month period beginning January 1. The Mayor and City Council prepare a budget of estimated expenditures and receipts for the ensuing fiscal year in accordance with State of Kansas Statutes. These statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), bond and interest funds, and business funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

- Preparation of the budget for the succeeding calendar year on or before August 1<sup>st</sup>.
- Publication in the local newspaper on or before August 5<sup>th</sup> of the proposed budget and notice of public hearing on the budget.
- Public hearing on or before August 15<sup>th</sup>, but at least ten days after publication of notice of hearing.
- Adoption of the final budget on or before August 25<sup>th</sup>.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for this year.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison schedules are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which regulatory receipts are recognized when cash is received and expenditures include disbursements, accounts payable and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or a contract. Any unused budgeted expenditure authority lapses at year-end.

A legal operating budget is not required for capital project funds, agency funds, and the following bond and interest fund and special purpose funds: Community Building Sinking, Sewer Reserve, and Water Security Deposit. Budgetary information is presented in the regulatory-required supplemental schedules.



**CITY OF MILFORD, KANSAS**

**NOTES TO FINANCIAL STATEMENT**  
**DECEMBER 31, 2015**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**D. Budgetary Information, continued**

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by use of internal spending limits established by the governing body.

**E. Date of Management's Review**

The City's management has evaluated subsequent events through May 10, 2016, the date the financial statement was available to be issued.

**2. DEPOSITS AND INVESTMENTS**

K.S.A. 9-1401 establishes the depositories which may be used by the City. The statute requires banks eligible to hold the City's funds have a main or branch bank in the county in which the City is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The City has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the City's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The City has no investment policy that would further limit its investment choices.

*Concentration of credit risk.* State statutes place no limit on the amount the City may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

*Custodial credit risk – deposits.* Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated 'peak periods' when required coverage is 50%. The City has no designated 'peak period.' All deposits were legally secured at December 31, 2015.

At December 31, 2015 the carrying amount of the City's deposits, including certificates of deposit, was \$937,180 and the bank balances were \$943,282. Of the bank balances, \$554,324 were covered by federal depository insurance and \$388,958 were collateralized with securities held by the pledging financial institution's agents in the City's name. The bank balance not covered by federal depository insurance exceeded 5% of the total bank balance at each bank which results in a concentration of credit risk.

**3. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

The City was in violation of K.S.A. 12-1608 which requires the City to publish within 30 days from December 31 in the official City newspaper, a financial statement showing the total amount received and expended from each fund and the cash balances of each fund at the beginning and close of the year.

**CITY OF MILFORD, KANSAS**

**NOTES TO FINANCIAL STATEMENT**  
**DECEMBER 31, 2015**

**3. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (Continued)**

The City was in violation of K.S.A. 79-2935 due to a budget violation in the General Fund. However, the City spent over \$100,000 out of the general fund for a capital project expenditure which is not required to be budgeted.

**4. DEFINED BENEFIT PENSION PLAN**

*Plan description.* The City participates in the Kansas Public Employees Retirement System (KPERS) a cost-sharing, multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et. seq. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at [www.kpers.org](http://www.kpers.org) or by writing to KPERS (611 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

*Contributions.* K.S.A. 74-419 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2, or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009, and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate at 6% of covered salary for KPERS 1, KPERS 2, and KPERS 3 members. Member contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1, KPERS 2, and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 0.85% contribution rate for Death and Disability Program) and the statutory contribution rate was 9.48% for the fiscal year ended December 31, 2015. Contributions to the pension plan from the City were \$6,909 for the year ended December 31, 2015.

*Net Pension Liability.* At December 31, 2015, the City's proportionate share of the collective net pension liability reported by KPERS was \$52,364. The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2014, which was rolled forward to June 30, 2015. The City's proportion of the net pension liability was based on the ratio of the City's contributions to KPERS, relative to the total employer and non-employer contributions to the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported on the financial statement.

The complete actuarial valuation report including all actuarial assumptions and methods, and the report on the allocation of the KPERS collective net pension liability to all participating employers are publicly available on the website at [www.kpers.org](http://www.kpers.org) or can be obtained as described above.

**5. LITIGATION**

The City knows of no actual or possible litigation, claims or assessments whose effects should be considered in the preparation of the financial statement as of December 31, 2015.

## CITY OF MILFORD, KANSAS

### NOTES TO FINANCIAL STATEMENT DECEMBER 31, 2015

#### 6. RISK MANAGEMENT

The City of Milford, Kansas is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. To insure against risk of these types of losses, the City has purchased commercial insurance coverage. Settled claims resulting from these risks have not exceeded commercial coverage in the past three fiscal years.

#### 7. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

*Compensated Absences.* The City's policy allows full time employees to accumulate vacation and sick leave as follows:

Vacation Time:

<u>Years of Service</u>	<u>Accrual per Month</u>	<u>Maximum Accrual</u>
0-5 years	6.67 hours	80 hours
6-10 years	8.0 hours	96 hours
11-15 years	10.0 hours	120 hours
Over 15 years	12.0 hours	144 hours

Sick Leave:

Sick leave is accrued at a rate of 8.0 hours per month for all full time employees (4.0 hours for part time), up to a maximum of 720 hours. Sick leave accumulated is not paid to employees upon termination of employment.

The dollar amount of accrued vacation time at December 31, 2015 was \$1,880.

*Other Post Employment Benefits.* As provided by K.S.A. 12-5040, the City allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the City is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in these financial statements.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the City makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured. There is no cost to the City under this program.

#### 8. RELATED PARTIES

All members of the city council, the mayor and all employees are City customers. The only transactions were water, sewer and trash purchases consummated on the same terms as all other City customers.

**REGULATORY-REQUIRED  
SUPPLEMENTARY INFORMATION**

**CITY OF MILFORD, KANSAS**  
**SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

<u>Fund</u>	<u>Certified Budget</u>	<u>Adjustment for Qualifying Budget Credits</u>	<u>Total Budget for Comparison</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Variance- Over (Under)</u>
Governmental Type Fund:					
General Fund	\$ 257,100	-	257,100	283,046	25,946
Special Purpose Funds:					
Ambulance and Firefighting	50,000	-	50,000	191	(49,809)
Special Highway	15,000	-	15,000	15,000	-
Parks and Recreation	24,000	-	24,000	10,718	(13,282)
Employee Benefits	11,700	-	11,700	11,792	92
Capital Projects Fund:					
Capital Improvements	147,695	-	147,695	147,695	-
Business Funds:					
Water Utility	114,000	-	114,000	81,778	(32,222)
Sewer Utility	46,500	-	46,500	26,970	(19,530)

## CITY OF MILFORD, KANSAS

## GOVERNMENTAL TYPE FUND

## SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

## REGULATORY BASIS

FOR THE YEAR ENDED DECEMBER 31, 2015

(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2014)

	2014	2015		Variance -
	Actual	Actual	Budget	Over (Under)
<b>GENERAL FUND</b>				
Receipts:				
Taxes				
Ad Valorem Property Tax	\$ 43,625	40,254	40,846	(592)
Delinquent Tax	2,811	1,371	-	1,371
Motor Vehicle Tax	6,303	5,583	4,336	1,247
Countywide Sales Tax	49,877	49,575	50,000	(425)
Recreational Vehicle Tax	82	117	97	20
Intergovernmental Revenue				
Local Alcohol and Liquor Tax	3,591	2,934	-	2,934
Licenses and Permits				
Licenses and Permits	957	2,895	5,450	(2,555)
Utility Franchise Fees	25,154	24,397	23,000	1,397
Charges for Services				
Sanitation	40,890	40,859	42,500	(1,641)
Use of Money and Property				
Interest	3,128	3,180	3,000	180
Miscellaneous				
Other Receipts and Donations	17,318	21,460	8,500	12,960
Total Receipts	193,736	192,625	177,729	14,896
Expenditures:				
General and Administrative				
Personal Services	37,422	41,099	29,500	11,599
Contractual Services	67,843	62,539	38,000	24,539
Commodities	9,908	7,435	70,000	(62,565)
Capital Outlay	1,597	117,492	43,600	73,892
Fire				
Commodities	1,550	197	2,000	(1,803)
Park				
Contractual Services	-	720	1,000	(280)
Commodities	4,888	2,613	5,500	(2,887)
Sanitation				
Contractual Services	39,795	41,199	40,500	699
Street Repair	10,741	8,903	25,000	(16,097)
Other Expenditures	-	849	2,000	(1,151)
Total	173,744	283,046	257,100	25,946
Receipts Over (Under) Expenditures	19,992	(90,421)		
Unencumbered Cash, January 1	347,158	367,150		
Unencumbered Cash, December 31	\$ 367,150	276,729		

## CITY OF MILFORD, KANSAS

SPECIAL PURPOSE FUNDSSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETREGULATORY BASISFOR THE YEAR ENDED DECEMBER 31, 2015(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2014)

	<u>2014</u>	<u>2015</u>		<u>Variance -</u>
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>Over</u>
				<u>(Under)</u>
<b><u>AMBULANCE AND FIREFIGHTING</u></b>				
Receipts:				
Ad Valorem Tax	\$ 140	-	-	-
Total Receipts	<u>140</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:				
Commodities	3,096	191	25,000	(24,809)
Capital Outlay	-	-	25,000	(25,000)
Total Expenditures	<u>3,096</u>	<u>191</u>	<u>50,000</u>	<u>(49,809)</u>
Receipts Over (Under) Expenditures	(2,956)	(191)		
Unencumbered Cash, January 1	<u>52,439</u>	<u>49,483</u>		
Unencumbered Cash, December 31	<u>\$ 49,483</u>	<u>49,292</u>		
<b><u>SPECIAL HIGHWAY</u></b>				
Receipts:				
State Payments and Other	\$ 15,415	15,655	15,250	405
Expenditures:				
Street Expense	<u>12,750</u>	<u>15,000</u>	<u>15,000</u>	<u>-</u>
Receipts Over (Under) Expenditures	2,665	655		
Unencumbered Cash, January 1	<u>38,157</u>	<u>40,822</u>		
Unencumbered Cash, December 31	<u>\$ 40,822</u>	<u>41,477</u>		

## CITY OF MILFORD, KANSAS

SPECIAL PURPOSE FUNDSSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETREGULATORY BASISFOR THE YEAR ENDED DECEMBER 31, 2015(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2014)

	<u>2014</u>	<u>2015</u>		<u>Variance -</u>
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>Over</u>
<b><u>PARKS AND RECREATION</u></b>				<u>(Under)</u>
Receipts:				
Local Alcohol and Liquor Tax	\$ 2,255	2,934	1,669	1,265
Registrations and Other Receipts	9,373	9,101	-	9,101
Total Receipts	<u>11,628</u>	<u>12,035</u>	<u>1,669</u>	<u>10,366</u>
Expenditures:				
Park Board Expenses	<u>7,656</u>	<u>10,718</u>	<u>24,000</u>	<u>(13,282)</u>
Receipts Over (Under) Expenditures	3,972	1,317		
Unencumbered Cash, January 1	<u>22,768</u>	<u>26,740</u>		
Unencumbered Cash, December 31	<u>\$ 26,740</u>	<u>28,057</u>		
<b><u>EMPLOYEE BENEFITS</u></b>				
Receipts:				
Delinquent Tax	\$ 1,300	-	700	(700)
Motor Vehicle Tax	13	-	-	-
Total Receipts	<u>1,313</u>	<u>-</u>	<u>700</u>	<u>(700)</u>
Expenditures:				
Payroll Taxes Remitted	4,780	4,883	5,500	(617)
KPERs Remittances	6,866	6,909	5,500	1,409
Unemployment Tax	72	-	700	(700)
Total Expenditures	<u>11,718</u>	<u>11,792</u>	<u>11,700</u>	<u>92</u>
Receipts Over (Under) Expenditures	(10,405)	(11,792)		
Unencumbered Cash, January 1	<u>78,713</u>	<u>68,308</u>		
Unencumbered Cash, December 31	<u>\$ 68,308</u>	<u>56,516</u>		



## CITY OF MILFORD, KANSAS

SPECIAL PURPOSE FUNDS  
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL  
REGULATORY BASIS

FOR THE YEAR ENDED DECEMBER 31, 2015

(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2014)

	2014	2015
<b><u>SEWER RESERVE*</u></b>		
Receipts	\$ -	-
Expenditures:	1,057	369
Receipts Over (Under) Expenditures	(1,057)	(369)
Unencumbered Cash, January 1	3,796	2,739
Unencumbered Cash, December 31	<u>\$ 2,739</u>	<u>2,370</u>
<b><u>WATER SECURITY DEPOSIT*</u></b>		
Receipts	\$ 7,144	6,700
Expenditures:		
Deposits Remitted	4,299	4,909
Total Expenditures	<u>4,299</u>	<u>4,909</u>
Receipts Over (Under) Expenditures	2,845	1,791
Unencumbered Cash, January 1	1,794	4,639
Unencumbered Cash, December 31	<u>\$ 4,639</u>	<u>6,430</u>

\* Not Budgeted

## CITY OF MILFORD, KANSAS

BOND AND INTEREST FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL  
REGULATORY BASIS

FOR THE YEAR ENDED DECEMBER 31, 2015

(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2014)

	2014 <u>Actual</u>	2015 <u>Actual</u>
<b><u>COMMUNITY BUILDING SINKING*</u></b>		
Receipts	\$ -	-
Expenditures:	-	-
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, January 1	3,994	3,994
Unencumbered Cash, December 31	<u>\$ 3,994</u>	<u>3,994</u>

\* Not Budgeted

## CITY OF MILFORD, KANSAS

CAPITAL PROJECTS FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETREGULATORY BASISFOR THE YEAR ENDED DECEMBER 31, 2015(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2014)

	<u>2014</u>	<u>2015</u>		<u>Variance -</u>
				<u>Over</u>
<u>CAPITAL IMPROVEMENTS FUND</u>	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>(Under)</u>
Receipts:				
Ad Valorem Tax	\$ 40,683	42,536	43,203	(667)
Delinquent Tax	307	280	300	(20)
Motor Vehicle Tax	5,182	5,301	4,434	867
Recreational Vehicle Tax	80	114	99	15
Total Receipts	<u>46,252</u>	<u>48,231</u>	<u>48,036</u>	<u>195</u>
Expenditures:				
Capital Improvements	<u>82,950</u>	<u>147,695</u>	<u>147,695</u>	<u>-</u>
Receipts Over (Under) Expenditures	(36,698)	(99,464)		
Unencumbered Cash, January 1	<u>217,799</u>	<u>181,101</u>		
Unencumbered Cash, December 31	<u>\$ 181,101</u>	<u>81,637</u>		

## CITY OF MILFORD, KANSAS

BUSINESS FUNDSSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETREGULATORY BASISFOR THE YEAR ENDED DECEMBER 31, 2015(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2014)

	2014	2015		Variance - Over (Under)
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	
<b><u>WATER UTILITY</u></b>				
Receipts:				
Water Sales and Hookups	\$ 99,241	100,517	100,000	517
Other Receipts	240	-	-	-
Total Receipts	<u>99,481</u>	<u>100,517</u>	<u>100,000</u>	<u>517</u>
Expenditures:				
Personal Services	15,079	13,685	24,000	(10,315)
Contractual Services	12,146	11,950	25,000	(13,050)
Commodities	50,059	56,143	65,000	(8,857)
Total Expenditures	<u>77,284</u>	<u>81,778</u>	<u>114,000</u>	<u>(32,222)</u>
Receipts Over (Under) Expenditures	22,197	18,739		
Unencumbered Cash, January 1	<u>128,589</u>	<u>150,786</u>		
Unencumbered Cash, December 31	<u>\$ 150,786</u>	<u>169,525</u>		
<b><u>SEWER UTILITY</u></b>				
Receipts:				
Sewer Maintenance Collections	\$ 58,428	60,900	60,000	900
Expenditures:				
Personal Services	14,902	12,058	15,000	(2,942)
Contractual Services	12,861	13,202	25,000	(11,798)
Commodities	2,652	1,710	6,500	(4,790)
Total Expenditures	<u>30,415</u>	<u>26,970</u>	<u>46,500</u>	<u>(19,530)</u>
Receipts Over (Under) Expenditures	28,013	33,930		
Unencumbered Cash, January 1	<u>156,810</u>	<u>184,823</u>		
Unencumbered Cash, December 31	<u>\$ 184,823</u>	<u>218,753</u>		

## CITY OF MILFORD, KANSAS

AGENCY FUND  
SCHEDULE OF RECEIPTS AND DISBURSEMENTS  
REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Beginning Cash</u> <u>Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending Cash</u> <u>Balance</u>
SALES TAX FUND	\$ 1,464	713	1,210	\$ 967